

MAJOR CYCLE LOWS: Dow Jones, Nikkei, Shanghai, Precious Metals, Yen, Dollar



March 1, 2009

YEN

Apart from the Swiss Franc, the Yen is the only fiat currency SKGS readers hold.

SKGS called it the best currency to hold, from a capital gains standpoint. I had written that a bit early, at 117 en route to 124, and after what seemed to be an eternity. Then, everyone parroted that the carry trade would never be unwound, because 'the Americans would not let it happen.' But, my friends, when they say that, "this time is different", it's just another time to bet that it isn't.

10 and 1-year Yen charts follow, respectively:

Please scroll down.



It's not hard to unwind a carry trade when all you have to do is print stuff. Anyway,...

UPSHOT:

This very sharp short term Dollar/Yen rally is coming to an end.

ASSET ALLOCATION (The Song Remains the Same)

25% Yen and Swiss Franc each, 50% gold (or 40% gold + 10% silver).

Sid Klein

LEGAL NOTICE: This market letter is the work product and intellectual property of Mr. Sidney Klein. It arises out of his training and profession as an international expert on financial equities. It is a private correspondence from Mr. Klein to his subscribers. Any person who copies or otherwise disseminates this letter becomes subject to international criminal and/or civil prosecution under the Universal Copyright Convention and the Berne Convention for the Protection of Literary and Artistic Works. Nearly all countries in the world have signed both of these Conventions and have pledged to enforce them through their own legal systems. In addition, Interpol may be called upon to assist in the international enforcement of these Conventions through its processes of arrest and extradition. If you are the recipient of a copy of this market letter, whether through the internet or by facsimile, you should immediately report to Mr. Klein the name of the person or entity who sent it to you. Send your email to sidklein@sidklein.com.

DISCLAIMER: This market letter is intended to assist in the dissemination of information to private subscribers. The information contained herein represents Mr. Klein's best efforts in good faith to advance knowledge to his clientele, but there can be no implied guarantee as to its accuracy or completeness. The information is given as of the date appearing on this market letter, and Mr. Klein assumes no obligation to update the information or advise on further developments relating to the information provided herein. No solicitation to buy or sell securities is intended, and none should be inferred. Investments are inherently risky, but investment risk itself is a function of individual preferences. Thus any opinions, recommendations, or judgments expressed in this market letter are of necessity abstract and general. They must be modified, accepted, or rejected by individual subscriber/investors whose risk averseness cannot be known to Mr. Klein.